

ND RISK MANAGEMENT WORKERS COMPENSATION FUND

State Investment Board Balance Sheet As of 6/30/2006

	As of <u>6-30-06</u>	As of <u>6-30-05</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,376,017	1,060,054
DOMESTIC FIXED INCOME	2,281,062	1,696,987
INVESTED CASH (NOTE 1)	<u>101,175</u>	<u>141,995</u>
TOTAL INVESTMENTS	3,758,254	2,899,036
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	9,131	8,487
OTHER ASSETS		
INVESTED SECURITIES LENDING COLLATERAL (NOTE 2)	779,765	639,290
DUE FROM OTHER AGENCIES (NOTE 3)	<u>284</u>	<u>269</u>
TOTAL ASSETS	<u>\$ 4,547,434</u>	<u>3,547,082</u>
LIABILITIES:		
ACCOUNTS PAYABLE	2,045	1,889
SECURITIES LENDING COLLATERAL (NOTE 2)	779,765	639,290
DUE TO OTHER AGENCIES (NOTE 4)	<u>0</u>	<u>0</u>
TOTAL LIABILITIES	781,810	641,179
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	2,905,903	2,679,178
CASH IN DURING YEAR (NOTE 5)	750,000	2,000,000
CASH OUT DURING YEAR (NOTE 6)	0	1,900,000
NET INCREASE (DECREASE)	<u>109,721</u>	<u>126,725</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,765,624</u>	<u>2,905,903</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 4,547,434</u>	<u>3,547,082</u>

ND RISK MANAGEMENT WORKERS COMPENSATION FUND

State Investment Board Profit and Loss Statement For the Month Ended 6/30/2006

	Month Ended <u>6-30-06</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 10,887	\$ 112,075
SECURITIES LENDING INCOME	3,112	25,953
	<u>13,999</u>	<u>138,028</u>
 GAIN ON SALE OF INVESTMENTS	 39,252	 390,564
LOSS ON SALE OF INVESTMENTS	<u>38,236</u>	<u>290,672</u>
 NET GAINS (LOSSES) INVESTMENTS	 1,016	 99,892
 INVESTMENT EXPENSES	 317	 7,709
SECURITIES LENDING EXPENSES	3,016	24,930
SIB ADMIN EXPENSES	<u>198</u>	<u>984</u>
 NET INVESTMENT INCOME	 11,484	 204,297
 NET APPREC (DEPREC) MARKET VALUE	 (2,447)	 (94,929)
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>353</u>
 TOTAL INVESTMENT INCOME	 <u>9,037</u>	 <u>109,721</u>
 NET INCREASE (DECREASE)	 <u>\$ 9,037</u>	 <u>\$ 109,721</u>

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Notes To Financial Statements
June 30, 2006

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **SECURITIES LENDING COLLATERAL**

Securities are loaned versus collateral that may include cash, U.S. government securities and irrevocable letters of credit. U.S. securities are loaned versus collateral valued at 102% of the market value of the securities plus any interest. Non-U.S. securities are loaned versus collateral valued at 105% of the market value of the securities plus any accrued interest. Non-cash collateral cannot be pledged or sold unless the borrower defaults. Cash open collateral is invested in a short term investment pool.

NOTE 3 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 4 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 5 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 6 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.